

Message Text

UNCLASSIFIED POSS DUPE

PAGE 01 BRUSSE 05211 132005Z

70

ACTION EB-11

INFO OCT-01 EUR-25 ISO-00 SPC-03 AID-20 NSC-10 RSC-01

CIEP-02 TRSE-00 SS-15 STR-08 OMB-01 CEA-02 CIAE-00

COME-00 FRB-02 INR-10 NSAE-00 XMB-07 OPIC-12 LAB-06

SIL-01 PA-03 PRS-01 USIA-15 DRC-01 /157 W

----- 086223

R 131554Z SEP 73

FM AMEMBASSY BRUSSELS

TO SECSTATE WASHDC 8655

UNCLAS BRUSSELS 5211

ALSO FOR TREASURY

E.O. 11652 N/A

TAGS: EFIN, XT, BE

SUBJECT: NEGATIVE INTEREST RATE ON FOREIGN DEPOSITS REMOVED

REF.: BRUSSELS 2783

SINCE BEGINNING OF 1973, WEEKLY NEGATIVE INTEREST RATE OF 0.25 PERCENT HAS BEEN IMPOSED ON CONVERTIBLE ACCOUNTS (NON- RESIDENT ACCOUNTS WITHIN OFFICIAL FOREIGN EXCHANGE MARKET) WHICH EXCEEDED AVERAGE BALANCES FOR LAST QUARTER OF 1972. MINISTRY OF FINANCE HAS ANNOUNCED THAT NEGATIVE INTEREST RATE IS " REDUCED TO ZERO", RETROACTIVE TO AUGUST 1, 1973. THIS LEAVES OPEN POSSIBILITY OF RESTORING NEGATIVE RATE IN EVENT OF ANY UNDESIRABLY LARGE FUTURE INWARD CAPITAL FLOWS.

STRAUSZ-HUPE

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 13 SEP 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973BRUSSE05211
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: BRUSSELS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730938/aaaabbqo.tel
Line Count: 47
Locator: TEXT ON-LINE
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 1
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: : BRUSSELS 2783
Review Action: RELEASED, APPROVED
Review Authority: kellerpr
Review Comment: n/a
Review Content Flags:
Review Date: 20 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <20-Aug-2001 by reddocgw>; APPROVED <21-Dec-2001 by kellerpr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: NEGATIVE INTEREST RATE ON FOREIGN DEPOSITS REMOVED
TAGS: EFIN, XT, BE
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005